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# **OBASKA LAKE MINES LIMITED**



## **Annual Report**

**FOR THE YEAR ENDED DECEMBER 31, 1965**

# OBASKA LAKE MINES LIMITED

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## OFFICERS

W. W. DENNIS . . . . . *President*  
F. L. BELANGER . . . . . *Vice-President*  
G. D. PATTISON . . . . . *Secretary-Treasurer*  
R. D. BELL . . . . . *Assistant Secretary-Treasurer*

## DIRECTORS

F. L. BELANGER . . . . . Val d'Or, Quebec  
W. W. DENNIS . . . . . Toronto, Ontario  
P. PAQUIN . . . . . Val d'Or, Quebec  
G. D. PATTISON . . . . . Toronto, Ontario  
R. D. BELL . . . . . Toronto, Ontario

## AUDITORS

NEFF, GOODWIN & Co. . . . . Toronto, Ontario

## TRANSFER AGENT AND REGISTRAR

NATIONAL TRUST COMPANY, LIMITED . . . Toronto, Ontario

## HEAD OFFICE

SUITE 509, 25 ADELAIDE STREET WEST . . Toronto, Ontario



# OBASKA LAKE MINES LIMITED

Suite 509, 25 Adelaide Street West  
TORONTO 1, ONTARIO

To the Shareholders,  
OBASKA LAKE MINES LIMITED.

Your Directors present herewith the financial statement of your Company for the year ended December 31, 1965, with Auditors' Report thereon dated March 10, 1966.

An extensive exploration program, including 6,500 feet of diamond drilling, was performed during 1965 on the optioned group of eight unpatented mining claims located in Galinee Township, Quebec. The most favourable intersection encountered in the drilling outlined a mineralized zone having an indicated tonnage of 225,000 tons grading 1.60% copper, .35% zinc and minor amounts of gold and silver. The Company maintains the option in good standing and gave the required notice on March 31, 1966 of its intention to proceed.

During 1965 a geophysical survey was performed on an optioned group of eighteen mining claims located in Douglas Township, Porcupine Mining Division, Ontario. The two anomalous areas outlined by the geophysical survey were investigated and considered to be of no significant value. The Company therefore allowed its option to purchase this property to terminate.

The Company has also acquired a group of fifteen mining claims in the Gaspé area, Quebec, and a group of sixteen mining claims located on Cape Breton Island, Nova Scotia. These claims were acquired by the Company because of favourable results which were obtained by other mining companies in the area, and the work planned will depend on future results obtained in the area.

Numerous other mining prospects were examined during the past year by your Company. The Company intends to continue this policy and has sufficient funds available to implement an exploration program on any property which it considers to be of merit.

On behalf of the Board of Directors,

W. W. DENNIS,  
*President.*

Toronto, Ontario,  
May 12, 1966.

# OBASKA LAKE

(Incorporated under the laws of the Province of Ontario)

*Balance Sheet*

AS AT DECEMBER 31, 1965

## *Assets*

### CURRENT ASSETS:

Cash in bank .....	\$ 2,166.15	
Cash on deposit .....	\$100,208.20	
Accrued interest .....	690.41	100,898.61
Accounts receivable .....	543.12	\$103,607.88

### INVESTMENTS:

Shares of another mining company — at cost (no quoted market value)	59,851.24
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### MINING PROPERTIES — at cost:

#### Province of Quebec:

Galinee Township option (note 2) .....	\$ 1.00	
Lariviere and Bonnacamp Townships claims .....	1,500.00	
Fenelon and Subercase Townships claims .....	1,602.00	3,103.00

### DEFERRED EXPENDITURE:

#### Exploration and development:

Galinee Township option .....	\$ 28,179.66	
Administration and general .....	9,054.31	37,233.97
		<u>\$203,796.09</u>

## AUDITORS' REPORT TO THE SHAREHOLDERS

We have examined the balance sheet of Obaska Lake Mines Limited as at December 31, 1965, and the statements of deficit and deferred expenditure for the year ended on that date. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, the above balance sheet and attached statements of deficit and deferred expenditure present fairly the financial position of the Company as at December 31, 1965, and the results of its operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

TORONTO, Canada,  
March 10, 1966.

NEFF, GOODWIN & CO.,  
Chartered Accountants.



# MINES LIMITED

(e laws of Canada)

Sheet

ER 31, 1965

## Liabilities

### CURRENT LIABILITIES:

Accounts payable ..... \$ 920.77

### CAPITAL STOCK:

Authorized: 5,000,000 shares of no par value

Issued and fully paid: 4,377,505 shares ..... \$673,130.00

DEFICIT ..... 470,254.68 202,875.32

Approved on behalf of the Board:

W. W. DENNIS, Director

G. D. PATTISON, Director

\$203,796.09

Notes: (1) During the year ended December 31, 1965, the Company issued 600,000 shares of capital stock for \$120,000.00 cash.

(2) By agreement dated March 31, 1965, the Company acquired an option on eight unpatented mining claims in Galinee Township, Quebec and has completed certain exploration work on the claims as provided by the agreement.

In order to maintain the option in good standing, the Company would be required to give notice before March 31, 1966 of its intention to proceed further and would then have the right to form a new 5,000,000 share company on or before March 31, 1967, to acquire the claims. The optionor would receive 350,000 of the vendor shares issued by the new company for the claims and would have the right to participate up to 15% in the financing of the new company.

# OBASKA LAKE MINES LIMITED

## STATEMENT OF DEFICIT

FOR THE YEAR ENDED DECEMBER 31, 1965

Balance, December 31, 1964 .....			\$449,197.61
Mining properties abandoned:			
	Acquisition Costs	Exploration Expenditure	
Douglas Township, Ontario option .....	\$ 2,000.00	\$ 5,446.58	
New Brunswick claims .....	30.00	10,207.34	
Hepburn Township, Ontario .....	1,500.00		
Geikie Township, Ontario .....	650.00		
	<u>\$ 4,180.00</u>	<u>\$ 15,653.92</u>	19,833.92
Prospecting expenses .....			1,223.15
Balance, December 31, 1965 .....			<u>\$470,254.68</u>

## STATEMENT OF DEFERRED EXPENDITURE FOR THE YEAR ENDED DECEMBER 31, 1965

EXPLORATION AND DEVELOPMENT:	Douglas Township option	New Brunswick claims	Galinee Township option
Diamond drilling .....	\$	\$ 7,719.47	\$ 22,933.72
Engineering fees .....	187.50	350.00	1,500.00
Geophysical survey .....	3,105.05		
Wages .....		546.17	244.49
Travel and transportation .....		985.20	1,878.19
Supplies and equipment .....		310.00	750.36
Assaying .....	128.00	144.00	607.50
Sundry .....	233.07	152.50	265.40
	<u>\$ 3,653.62</u>	<u>\$ 10,207.34</u>	<u>\$ 28,179.66</u>
Balance, December 31, 1964 .....	1,792.96		
	<u>\$ 5,446.58</u>		
Written off to deficit .....	5,446.58	10,207.34	
	<u>—</u>	<u>—</u>	<u>\$ 28,179.66</u>
Balance, December 31, 1965 .....			
ADMINISTRATION AND GENERAL:			
Balance, December 31, 1964 .....			\$ 1,559.70
Head office services .....		\$ 1,800.00	
Transfer agent's fees and expenses .....		1,924.60	
Legal and audit fees .....		2,781.50	
Stock exchange fees and expenses .....		885.75	
Shareholders' reports .....		489.05	
Travel .....		169.00	
Government fees and taxes .....		61.00	
Postage and telephone .....		93.04	
Sundry .....		189.28	
		<u>\$ 8,393.22</u>	
Less: Interest earned .....		898.61	7,494.61
Balance, December 31, 1965 .....			<u>\$ 9,054.31</u>





